FORM 4

## UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Check this box if no longer subject to
Section 16. Form 4 or Form 5
obligations may continue. See
Instruction 1(b).

## STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

**OMB APPROVAL** OMB Number: Estimated average burden hours per response: 0.5

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person*  Short Robert D III  (Last) (First) (Middle)  C/O 308 DORLA COURT  SUITE 206						2. Issuer Name and Ticker or Trading Symbol VirnetX Holding Corp [ VHC ]  3. Date of Earliest Transaction (Month/Day/Year)  11/14/2011  4. If Amendment, Date of Original Filed (Month/Day/Year)								5. Relationship of Reporting Person(s) to Issuer (Check all applicable)  X Director 10% Owner  X Officer (give title Other (specify below)  CTO & CSO  6. Individual or Joint/Group Filing (Check Applicable Line)						
(Street) ZEPHYR COVE NV 89448  (City) (State) (Zip)					-										X Form filed by One Reporting Person Form filed by More than One Reporting Person					
Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned  1. Title of Security (Instr. 3)  2. Transaction  2. Transaction  2. Transaction  2. Transaction  2. Transaction  2. Transaction  3.  4. Securities Acquired (A) or  5. Amount of  6. Ownership  7. Nature of															7 Natura of					
1. Title of Security (Instr. 3)  2. Transac Date (Month/Date)						Execution Date,		Transaction Code (Instr. 8)		Disposed Of (D) (Instr. 3, 4 and			5) Securities Beneficially Owned Following		s lly ollowing	Form: Direct (D) or Indirect (I) (Instr. 4)		Indirect Beneficial Ownership		
									Code	v	Amount	(A) or (D)	Price		Reported Transacti (Instr. 3 a	on(s)			(Instr. 4)	
Common Stock 11/09/20					011	1			G <sup>(1)</sup>		14,000	D	\$0		35,000		I		By: The Short Revocable Living Trust	
Common Stock 11/09/201						1			<b>G</b> <sup>(1)</sup>		14,000	A	\$0		14,0	,000		D		
Common Stock 11/14/201					011	1			M		10,970	A	\$1.15		24,9	24,970		D		
Common Stock 11/14/201					011	1		<b>S</b> <sup>(2)</sup>		10,970	D	\$22.00	18 <sup>(3)</sup>	8(3) 14,000		D				
Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)																				
1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	if any	eemed tion Date, n/Day/Year)	4. Transa Code ( 8)				Expi (Mor	ate Exe ration I ath/Day		7. Title and Amou of Securities Underlying Derivative Securi (Instr. 3 and 4)		1	3. Price of Derivative Security Instr. 5)	9. Numbe derivative Securitie Beneficia Owned Following Reported Transacti (Instr. 4)	e s ally g	10. Ownershi Form: Direct (D) or Indirec (I) (Instr. 4	Beneficial Ownership t (Instr. 4)	
					Code	v	(A)	(D)	Date Exer	cisable	Amount or Number of Title Shares									
Stock Option (Right to Buy)	\$1.15	11/14/2011			М			10,970		(4)	04/02/2019	Comm Stock		n 10,970		241,620		D		

## **Explanation of Responses:**

- 1. The Short Revocable Living Trust transferred these shares to the reporting person for no consideration on November 9, 2011.
- 2. The sales reported in this Form 4 were effected pursuant to a Rule 10b5-1 trading plan adopted by the reporting person on May 27, 2011 at each separate price within the ranges set forth in footnote (3) to this Form 4.
- 3. The price reported in Column 4 is a weighted average price. These shares were sold in multiple transactions at prices ranging from \$22.00 to \$22.03, inclusive. The reporting person undertakes to provide to VirnetX Holding Corporation, any security holder of VirnetX Holding Corporation, or the staff of the Securities and Exchange Commission, upon request, full information regarding the number of shares sold at each separate price within the ranges set forth in footnote (3) to this Form 4.
- 4. 12/48th of the shares subject to the option to purchase 312,590 shares of the Company Common Stock, granted to the Reporting Person on April 3, 2009, vested and became exercisable on April 3, 2010 and 1/48th of the total shares vest and become exercisable on the same day of each month thereafter so long as the reporting person's Continuous Service Status (as defined in the Issuer's 2007 Stock Plan) continues. If a Change of Control (as defined in the Issuer's 2007 Stock Plan) occurs, all of the Shares underlying this Option then unvested as of the date of the Change of Control, will vest and become exercisable immediately prior to the consummation of the Change of Control transaction.

s/ Kendall Larsen, Attorney-in-11/15/2011 fact

\*\* Signature of Reporting Person

Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

- \* If the form is filed by more than one reporting person, see Instruction 4 (b)(v).
- \*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.